



centerraGOLD



# RESULTS

## of the 3<sup>rd</sup> quarter of 2013



DURING THE FIRST SIX MONTH OF 2013  
KUMTOR PRODUCED **7,846** kg of gold

COMPANY CONTRIBUTED MORE THAN  
IN TAXES AND MANDATORY PAYMENTS **3.565** billion soms

The Kumtor open pit mine, located in the Kyrgyz Republic, is the largest gold mine in Central Asia operated by a Western-based producer. It has been operating since May 1997 and, as of June 30, 2012, has produced approximately 8.5 million ounces or about 264 tonnes of gold.

Kumtor Operating Company is the operator of the Kumtor project responsible for the entire production cycle

Centerra is a leading North American-based gold producer and is the largest Western-based gold producer in Central Asia. Centerra's shares trade on the Toronto Stock Exchange (TSX) under the symbol CG. Company is headquartered in Toronto, Canada.

In addition to the Kyrgyz Republic owning approximately 33% of shares via Kyrgyzaltyn JSC, Centerra has other shareholders, including major investment funds in the USA, Britain, Canada as well as minor European and North American investors.

Currently Centerra has two producing gold mines in the Kyrgyz Republic and in Mongolia.

It also has interests in promising exploration properties located in Mongolia, Turkey, China and the Russian Federation.

The Kyrgyz Republic, via Kyrgyzaltyn JSC, is Centerra's largest shareholder owning **77,401,766** shares (about 33%).

## BASIC OPERATING AND FINANCIAL RESULTS

	3 months ended September 30			9 months ended September 30		
	2013	2012	% Change	2013	2012	% Change
Gold sold – ounces <sup>1</sup>	<b>86,699</b>	26,626	226%	<b>248,635</b>	129,051	93%
Gold sold – kg	<b>2,696.6</b>	828.2	226%	<b>7,733.4</b>	4,013.9	93%
Average realized gold price – \$/oz	<b>1,347</b>	1,651	(18%)	<b>1,456</b>	1,671	(13%)
Revenue from gold sales to Kyrgyzaltyn – \$ millions <sup>2</sup>	<b>116.8</b>	44.0	166%	<b>362.0</b>	215.7	68%
Cost of sales – \$ millions	<b>86.0</b>	38.0	126%	<b>217.9</b>	166.9	31%
Cost of sales – \$/oz sold	<b>991</b>	1,427	(31%)	<b>876</b>	1,294	(32%)
Tonnes mined – 000s	<b>41,741</b>	35,943	16%	<b>129,827</b>	109,425	19%
Tonnes ore mined – 000s	<b>2,087</b>	412	407%	<b>3,095</b>	491	530%
Average mining grade – g/t	<b>2.78</b>	2.25	24%	<b>2.53</b>	2.09	21%
Tonnes milled – 000s	<b>1,312</b>	581	126%	<b>4,136</b>	3,209	29%
Average mill head grade – g/t	<b>3.04</b>	1.78	71%	<b>2.63</b>	1.66	58%
Recovery – %	<b>76.4</b>	75.1	2%	<b>73.6</b>	72.6	1%
Gold produced – ounces	<b>90,289</b>	23,786	280%	<b>252,272</b>	125,799	101%
Gold produced – kg	<b>2,808.3</b>	739.8	280%	<b>7,846.5</b>	3,912.8	101%
Operating cash cost – \$/oz produced	<b>709</b>	1,338	(47%)	<b>589</b>	828	(29%)
All-in cash cost (pre-tax) – \$/oz produced	<b>1,395</b>	4,911	(72%)	<b>1,478</b>	3,388	(56%)
All-in cash cost including tax – \$/oz produced	<b>1,576</b>	5,170	(70%)	<b>1,678</b>	3,628	(54%)
Capital expenditures – \$ millions	<b>77.7</b>	96.8	(20%)	<b>281.3</b>	368.0	(24%)
Exploration expenditures – \$ millions	<b>0.9</b>	3.5	(74%)	<b>5.3</b>	8.9	(40%)

<sup>1</sup> – One Troy ounce equals to 31,10348 grammes

<sup>2</sup> – Unless specified otherwise, all dollar figures in this news release are in US dollars

# KUMTOR'S CONTRIBUTIONS IN TAXES AND MANDATORY PAYMENTS FOR THE FIRST NINE MONTHS OF 2013

During the first six months of 2013, contributions to the national budget in taxes, deductions to the Social Fund and other mandatory payments totaled **2.8 billion som**s.

As of September 30, 2013	USD thousands
Gross Proceeds Tax (13%)	47,715.91
Issyk-Kul Contribution (1%)	4,616.49
Environmental Pollution Charge for 2013	310.00
Employee Income Tax	3,346.00
Contributions to the KR Social Fund (employer and employee)	15,939.55
Customs Administration Fee	840.45
Withholding Tax on non-residents	483.89
Other taxes and mandatory payments	86.47
<b>Total</b>	<b>73,338.75</b>
US\$ official exchange rate to the Kyrgyz Soms as of September 30, 2013	48.62
<b>Equivalent of payments effected in thousands Kyrgyz Soms</b>	<b>3,565,708.17</b>

**Note:** Under the Agreement on New Terms dated as of April 24, 2009, the revenue-based tax and contributions to the Issyk-Kul Region Development Fund are estimated based on actual cash revenues from sales during the period under review.

## OUTLOOK FOR 2013

In 2013, up to 58% of Kumtor's gold production is planned to occur in the fourth quarter. Ore production is planned from the high-grade SB Ore Zone ore that has several years of production history.

Mining at Kumtor is currently estimated to be on track to meet the 2013 production guidance of 550,000 to 600,000 ounces of gold.

At Kumtor, 2013 total capital expenditures, excluding capitalized stripping, are forecast to be \$90 million (\$97 million in the previous guidance) including:

- **\$68 million** of sustaining capital<sup>3</sup> (major overhaul maintenance of the heavy duty mine equipment and purchase of new mining equipment, tailings dam construction raise, etc.);
- **\$22 million** of growth capital<sup>3</sup>, including the relocation of certain infrastructure at the mine.

## DIVIDEND

Centerra's Board of Directors has authorized a dividend of Cdn\$0.04 per common share. The dividend is payable on November 25, 2013, to shareholders of record on the Toronto Stock Exchange on November 15, 2013.

*The gold produced by the Kumtor mine, is purchased at the mine site by Kyrgyzaltyn JSC for processing at its refinery in the Kyrgyz Republic pursuant to a Gold and Silver Sales Agreement signed by KOC, Kyrgyzaltyn and the Government of the Kyrgyz Republic. Kyrgyzaltyn JSC enjoys the exclusive right to sell the refined gold and silver.*



AS OF **November 13, 2013**,  
KYRGYZSTAN'S INTERESTS WERE  
ESTIMATED AT **\$242**  
million



Additional information on Centerra and the full text of the news release on the results of the second quarter of 2012 are available on SEDAR at [www.sedar.com](http://www.sedar.com) and on the corporate websites of Kumtor Operating Company and Centerra Gold Inc.

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